

Request for City Council Committee Action from the Department of

Date: April 8th, 2009

To: Don Samuels, Chair, Public Safety & Regulatory Services Cmt.

Referral to: Paul Ostrow, Chair, Ways & Means/Budget Cmt.

Subject: Lifetime Fitness Contract Amendment

Recommendation: That the proper City officers be authorized to execute Amendment #2 to Contract C-21915 for the following reason: change billing period from semi-annual to quarterly and increase amount to cover previously agreed upon rates. The estimated increase is \$508,000.00 for a new estimated contract total of \$1,743,200.00.

Previous Directives:

4/29/2005 – Council approved fitness agreement contract between the Minneapolis Police Department and Northwest Athletic Club

1/28/2005 - Issue Request for Proposals for primary facility for four-year period; and Execute contract extension with Northwest Athletic Club to continue providing membership services through May 1, 2005.

Department Information

Prepared by: Karen Lowery Wagner Approved by: Chief Alex Jackson, Minneapolis Fire Department Oley McRee Presenters in Committee: Karen Lowery Wagner, MFD; Jennifer Rudlong, MPD	
Reviews Permanent Review Committee (PRC): Civil Rights Approval Policy Review Group (PRG):	Approval Date Approval Date Approval Date

Financial Impact

No financial impact

Community Impact

- Neighborhood Notification
- City Goals
- Comprehensive Plan
- Zoning Code
- Other

Supporting Information

In 2005, the City entered into an agreement with Northwest Athletic Club to provide police, fire and park police personnel with fitness club memberships through 2009. In 2006, Life Time Fitness took over operations of certain health club facilities previously operated by Northwest Athletic Club. In 2007, the City and Life Time Fitness entered into an addendum to the original agreement between the City and Northwest Athletic Club. Under the addendum, Life Time Fitness assumed the rights and responsibilities of Northwest Athletic Club and continued to provide discounted monthly membership rates as previously negotiated with Northwest Athletic Club to the City for certain sworn personnel. The addendum also sets out applicable rate increases for various types of fitness club memberships.

An additional amendment is now requested to:

- Increase the total amount of the contract to \$1,743,200.00. The total amount of the original contract was \$1,235,200.00. That amount needs to be increased to reflect rate increases that have occurred, per the addendum, over the years.
- Change the billing cycle reporting from semi-annual statements, to quarterly statements, per the City's request.